

Options for Consideration for Recommendation to the LFC:

- 1) Recommend that the 61st Long-Range Planning Subcommittee plan to repay the loan on the repayment schedule of a 15 year loan life.
 - a) This would be the option should the LRP workgroup decided to make no recommendation to the LFC.
- 2) Recommend that the 61st Long-Range Planning Subcommittee appropriate a portion of or all of the interest and earnings deposited in the TSEP fund in the 2011 biennium to repay the principle and interest of the loan.
 - a) Will use most of TSEP earnings for the 2011 biennium.
 - b) Approximately 5 grants could be funded.
- 3) Recommend that the 61st Long-Range Planning Subcommittee appropriate a portion of the interest and earnings deposited in the TSEP fund in subsequent biennia to repay a yet to be determined portion of the principle and interest of the loan in a yet to be determined time frame.
 - a) If loan is repaid in a period of time less than 15 years, the payments will be higher, reducing the number of grants that can be funded.
 - b) The number of grants that could be funded will depend on the number of years of the life of the loan (see analysis for more detail on the number of grants by payoff period).

Staff Recommendations:

- 1) Recommend that the 61st Long-Range Planning subcommittee appropriate the funds necessary to fund all Renewable Resource Grant and Loan projects, as authorized by the 60th Legislature from the beginning fund balance increased revenue base in the Natural Resource Projects fund, 02577.
- 2) Recommend that the 61st Long-Range Planning subcommittee appropriate any excess monies in the TSEP fund at the end of the 2009 biennium, 02270, to fund TSEP projects authorized by the 60th Legislature.